

**CHAPTER NO. 170**

**SENATE BILL NO. 401**

**By Haynes**

**Substituted for: House Bill No. 1846**

**By Bone**

AN ACT to amend Tennessee Code Annotated, Section 64-8-104, relative to regional transportation authorities' authority to borrow money.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 64-8-104(b), is amended by adding the following language as a new, appropriately designated subsection:

(10) To borrow money in order to proceed with or finish the construction of mass transit or other transportation services or to fund the capital cost of such services. The authority may enter into a security agreement pledging, as appropriate, to secure the loan:

(A) Anticipated forthcoming grants from the state or federal government pursuant to § 64-8-105, subject to the approval, restrictions, and requirements of the aforesaid state or federal government grantor; provided, however, that such approval must be reauthorized if such funds are not received within one year of the initial approval;

(B) Anticipated assessments from local governments pursuant to subsection (9); or

(C) The authority's real or personal property.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.

PASSED: April 27, 2005

  
JOHN S. WILDER  
SPEAKER OF THE SENATE

  
JIMMY NAIFEH, SPEAKER  
HOUSE OF REPRESENTATIVES

APPROVED this 17<sup>th</sup> day of May 2005

  
PHIL BREDESEN, GOVERNOR